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Refer to Expandable 10 25 2006 file in 1007 0019. 2006. Incoming for additional information

1/007/00/9 #2185

October 25, 2006

Utah Division of Oil, Gas & Mining Coal Program P.O. Box 145801 Salt Lake City, Utah 84114-5801

Attn: Pamela Grubaugh-Littig Permit Supervisor

Re:

Change of Ownership and Control, Centennial Project, C/007/019

Carbon County, Utah

Dear Ms. Littig:

Enclosed are 5 copies of information relating to the change of ownership and control for the Centennial Project. The Centennial Project is owned and operated by Andalex Resources Inc, a wholly owned subsidiary of UtahAmerican Energy, Inc.

Required C_1/C_2 Forms are enclosed. If you have any questions, or need additional information, please let me know.

Sincerely,

Michael W Glasson

Manager of Operations

DIN. OF OIL, GUSTAN

DIV, OF OTE

| APPLICATION FOR PERMIT PROCESSING | | | | | | | | |
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| Permit Ch | ange X | New Permit □ Renewal □ Transfer □ Exploration □ Bond Release □ | Permit Number: C/007/019 | | | | | |
| Title of Pr | oposal: (| Change of Ownership and Control | Mine: Centennial Project | | | | | |
| | | | Permittee: Andalex Resources | | | | | |
| Description, include reason for application and timing required to implement: | | | | | | | | |
| Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation | | | | | | | | |
| □ Yes | X No | 1. Change in the size of the Permit Area? acres Disturbed Area? acres X increase □ decrease. | | | | | | |
| □ Yes | X No | 2. Is the application submitted as a result of a Division Order? DO # | | | | | | |
| □ Yes | X No | 3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area? | | | | | | |
| □ Yes | X No | 4. Does application include operations in hydrologic basins other than as currently approved? | | | | | | |
| □ Yes | X No | 5. Does application result from cancellation, reduction or increase of insurance or reclamation bond? | | | | | | |
| □ Yes | X No | 6. Does the application require or include public notice/publication? | | | | | | |
| X Yes | □ No | 7. Does the application require or include ownership, control, right-of-entry, or compliance information? | | | | | | |
| □ Yes | X No | 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling? | | | | | | |
| □ Yes | X No | 9. Is the application submitted as a result of a Violation? NOV # | | | | | | |
| □ Yes | X No | 10. Is the application submitted as a result of other laws or regulations or policies? Explain: Division Request | | | | | | |
| □ Yes | X No | 11. Does the application affect the surface landowner or change the post mi | ning land use? | | | | | |
| □ Yes | X No | 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?) | | | | | | |
| □ Yes | X No | 13. Does the application require or include collection and reporting of any baseline information? | | | | | | |
| □ Yes | X No | 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area? | | | | | | |
| □ Yes | X No | 15. Does application require or include soil removal, storage or placement? | | | | | | |
| □ Yes | X No | 16. Does the application require or include vegetation monitoring, removal or revegetation activities? | | | | | | |
| □ Yes | X No | 17. Does the application require or include construction, modification, or removal of surface facilities? | | | | | | |
| □ Yes | X No | 18. Does the application require or include water monitoring, sediment or drainage control measures? | | | | | | |
| □ Yes | X No | 19. Does the application require or include certified designs, maps, or calculations? | | | | | | |
| □ Yes | X No | 20. Does the application require or include subsidence control or monitoring? | | | | | | |
| □ Yes | X No | 21. Have reclamation costs for bonding been provided for? | | | | | | |
| □ Yes | X No | 22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream? | | | | | | |
| □ Yes | X No | 23. Does the application affect permits issued by other agencies or permits issued to other entities? | | | | | | |
| X Attacl | n 5 comp | olete copies of the application. | | | | | | |
| I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein Signed - Name - Position - Date Subscribed and swom to before me this 20 day of 0.170 day - 20 D My Commission Expires. Notary Public - STATE OF DIV. OF OIL My Commission Expires. STATE OF ASSIGNED TRACKING NUMBER | | | | | | | | |
| My Commission Expires: Attest: STATE OF COUNTY OF COUNTY OF COUNTY OF | | | | | | | | |

Application for Permit Processing Detailed Schedule of Changes to the MRP

| The of Applications: Change of Ownership and Control. Permit Number: Clothyridge | | | | unca concadic of changes to th | <u> </u> | | | | |
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| Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan, niculcide changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. Include pages, section and drawing numbers as part of the description. DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED Chapter 1 text (all) ADD A REPLACE REMOVE Appendix I History of Violations (within Appendix B) ADD REPLACE REMOVE REMOVE ADD REPLACE REMOVE REMOVE ADD REPLACE REMOVE REMOVE ADD REPLACE REMOVE | Title of Appli | cation: Change | of Ownership ar | Permit Number: C/007/0019 | | | | | |
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